AMENDED IN ASSEMBLY FEBRUARY 11, 2005

CALIFORNIA LEGISLATURE—2005–06 REGULAR SESSION

# ASSEMBLY BILL No. 71

**Introduced by Assembly Members ~~Frommer and~~ Chan *and Frommer***
**(Coauthors: Assembly Members Bass, Evans, Gordon, Koretz, and Pavley)**

January 3, 2005

An act to add Article 7 (commencing with Section 111657) to Chapter 6 of Part 5 of Division 104 of the Health and Safety Code, relating to pharmaceuticals.

LEGISLATIVE COUNSEL'S DIGEST

AB 71, as amended, ~~Frommer~~ Chan. Pharmaceuticals: adverse drug reactions: Office of California Drug Safety Watch.

Existing law, the Sherman Food, Drug, and Cosmetic Law, regulates the packaging, labeling, and advertising of food, drugs, and cosmetics, under the administration of the State Department of Health Services.

This bill would establish the Office of California Drug Safety Watch within the department ~~to perform duties related to adverse drug reactions. These duties would include, among others, establishing~~ *and would require the office to establish* a toll-free telephone number for the purpose of receiving reports of adverse drug reactions, ~~establishing~~ *establish* a Web site to provide up-to-date information to the public about adverse drug reactions, ~~and maintaining~~ *maintain* a database of adverse drug reaction reports*, and act as a liaison with all appropriate parties to ensure the speedy and accurate flow of information about important drug safety issues*.

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: no.

*The people of the State of California do enact as follows:*

SECTION 1. The Legislature finds and declares all of the following:

(a) Since 1997, when the United States Food and Drug Administration (FDA) allowed drug manufacturers to advertise directly to consumers, the amount spent on advertising has risen dramatically.

(b) According to the United States General Accounting Office (GAO) report, the pharmaceutical industry spent $2.7 billion in 2001 on direct-to-consumer advertising. A December 6, 2004, New York Times report states that such spending has reached $3.8 billion.

(c) According to the same GAO report, while overall spending on drug promotion was less than spending on research and development ($19.1 billion versus $30.3 billion), spending on direct-to-consumer advertising is increasing at a faster rate than overall drug promotion spending or spending on research and development. Between 1997 and 2001, the increase in direct-to-consumer advertising was 145 percent compared to a 59 percent increase for research and development.

(d) Although the FDA is responsible for postmarket surveillance of prescription drugs, numerous concerns have been raised about the adequacy of these efforts.

(e) An unpublished internal FDA study from 2002 revealed that 18 percent of FDA scientists reported being pressured to approve a new drug "despite reservations about the safety, efficacy or quality of the drug."

(f) A 1999 FDA survey and a Kaiser Family Foundation survey both found that more than 50 million people respond to drug advertisements by asking their doctor whether the advertised medications might work for them. At the same time, both surveys showed that almost 60 percent of consumers found the side-effect warnings in these advertisements to be inadequate.

(g) Pressure to get new drugs to market, combined with the vast amount of drug marketing undertaken by manufacturers, make it difficult to address a threat once it is identified. Recent

studies linking the use of popular, widely promoted prescription drugs to serious public health concerns point to the need for greater oversight to protect the public.

SEC. 2. Article 7 (commencing with Section 111657) is added to Chapter 6 of Part 5 of Division 104 of the Health and Safety Code, to read:

Article 7. Office of California Drug Safety Watch

111657. There is hereby established in the State Department of Health Services the Office of California Drug Safety Watch, which shall ~~perform~~ *do* all of the following ~~duties~~:

(a) Establish a toll-free telephone number for the purpose of receiving reports of adverse drug reactions.

(b) Establish a Web site to provide up-to-date information to the public about adverse drug reactions.

(c) Maintain a database of adverse drug reaction reports.

(d) Act as a liaison with all appropriate parties, including the United States Food and Drug Administration, drug manufacturers, pharmacists, physicians, health care providers, and consumer drug safety organizations, to ensure the speedy and accurate flow of information about important drug safety issues.

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